### Socio-Economic Impact of Biogas Plant in Rural Nepal

(A Case Study of Phidim VDC of Panchthar District)

#### A Thesis

# Submitted in Partial Fulfillment of the Requirements for the Award of the Degree of Master of Arts in Rural Development

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#### LETTER OF RECOMMENDATION

This is to certify that this thesis entitled "Socio-Economic Impact of Biogas Plant in Rural Nepal: A Case Study of Phidim VDC of Panchthar District". It has been prepared by Mr. Dipendra Timsina under my supervision as a partial fulfillment of the requirement for the degree of Master of Arts in Rural Development.

To the best of my knowledge the study is original and carries useful information in the field of study of Phidim VDC. I recommend it for evaluation to the Thesis committee.

.....

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#### APPROVAL LETTER

We certify that this thesis entitled "Socio-Economic Impact of Biogas Plant in Rural Nepal: A Case Study of Phidim VDC of Panchthar District" Submitted by Mr. Dipendra Timsina to the Central Department of Rural Development, Faculty of Humanities and Social Sciences, Tribhuvan University, in partial fulfillment of the requirements for the Degree of MASTER OF ARTS in Rural Development has been found satisfactory in scope and quality. Therefore, we accept this thesis as a part of the said degree.

#### Thesis Committee

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#### **Abstract**

Energy is a basic necessary for survival which helps in the economic development and living standard of a country. In Nepal, majority of the people still depends on the traditional sources of energy i.e. firewood, which has manifold disadvantages regarding Environmental, Health and Sanitation but the new alternative energy, biogas which replace the traditional sources of energy, has many positive aspects. It is environment friendly and easy to use. Since Nepal is an agricultural country, most of the people rear cattle. Cattle dung is the basic raw materials for biogas. Nepal has a great potentiality of biogas.

This study was carried out with the objective of: To find out the Socio-Economic Impact of Biogas. The data is collected through the questionnaire, interview, FGD and observation. The purposive sampling of 32 HHs was done to gather the necessary information required. From the research it is known that the dominant position is of Bramahans followed by other castes. The main occupations of the local people are agriculture 46.88 and services 25 percent in Nepal. More than 65 percent people in sampled households are literate. On an average, the each plant owners has 4 heads of livestock. The most popular biogas plant of the study area is  $6m^3$ , the main reasons behind the installation of biogas plant are easy and smokeless cooking, get rid from firewood collation and time saving.

On an average, time saving after installation is 120 minutes per day from firewood collection, cooking activities and washing utensils. Saving of time which is spent collecting firewood and its reduction of consumption is equal to Rs. 400 per months. Most of the people use Bio-slurry in their farms in composted form. According to them, the use of slurry has increased the production especially Maze, Paddy and vegetables. The use of chemical fertilizer has been reduced which has helped in saving money.

In the present world, there is shortage of petroleum fuels on the one had and the other the price for such fuels is getting very high. Developing country like Nepal, who doesn't have its own petroleum products, cannot have such fuels. So, alternative energy for such fuels can be biogas in Nepal because it is an agricultural country and thus, the potentiality is very high. Besides that biogas is environmental friendly so it can directly help CDM programme. And from carbon trading Nepal also can get a high amount of money.

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#### **ABBREVIATION**

ADB = Asian Development

ADB/N = Agriculture Development Bank of Nepal

AEPC = Alternative Energy Promotion Centre

ARI = Acute Respiratory Inflection Acute

BSP = Biogas Support Programme

BSP/N = Biogas Sector Partnership Nepal

C.Ft. = Cubic Fit

CBS = Central Bureau of Statistics

CDCF = Community Development Carbon Found

CDM = Clean Development Mechanism

CEDCON = Central Department of Economics

CER = Certified Emission Reduction

 $CH_4$  = Methane

 $Cm/m^3 =$  = Cubic meter

CMS = Consolidated Management Services Nepal

 $CO_2$  = Carbon Dioxide

DDC = District Development Committee

ERPA = Emission Reduction Purchase Agreement

etc. = Excetra

FCN = Fuel Corporation of Nepal

FM = Frequency Modulation

FY = Fiscal Year

FYM = Farm Yard Manure

G-c = Gram Carbon

GDP = Gross Domestic Product

GGC = Gobar Gas Tatha Agricultural Equipment Development

Company

GHGs = Green House Gas/es

GoN = Government of Nepal

HHs = Households

HMG/N = His Ministry Government of Nepal

HRs = Hours

ICS = Improved Cook Stoves

INGOs = International Non Government Organization

Kgs = Kilograms

KVIC = Khadi and Village Industries Commission

 $Kwh/m^3$  = Kilowatt per meter cube

LPDs = Low Penetration Districts

LPG = Liquefied Petroleum Gas

M.A. = Master's of Arts

MJ = Mega Jules

MoF/GoN = Ministry of Finance/Government of Nepal

MoFASC = Ministry of Forest and Soil Conservation

NAST = Nepal Academic for Science and Technology

No = Number

NBPG = Nepal Biogas Promotion Group

NGOs = Non Government Organizations

NPC = National Planning Commission

NPK = Nitrogen-Phosphorus-Potassium

NRs = Nepalese Rupees

RETs = Renewable Energy Technology

S.L.C. = School Living Certificate

SFDP = Small Farmer Development Programme

SNV = Netherlands Development Organization

Sq.km/Km<sup>2</sup> = Square Kilometer

T.U. = Tribhuvan University

T.V. = Television

UMN = United Mission to Nepal

UN = United Nations

UNDP = United Nations Development Programme

UNHCR = United Nations High Commissioner for Refuges

UNICEF = United Nations International Children's Education Found

US\$ = United State Dollar

USAID = United Sates Agency for International Development

VDC = Village Development Committee

WECS = Water Energy Commission Secretariat